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November 10, 2003

By Courier

Re

Marlene H. Dortch, Secretary Federal Communications Commission 236 Massachusetts Avc., NE Suite 110 Washington, DC 20002 RECEIVED

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HIDERAL CUMMUNICATIONS COMMISSION INFFICE OF THE SECRETARY

EB Docket No. 03-152 William L. Zawila, et al

Dear Madam Secretary

On behalf of William L Zawila, Avenal Educational Services, Inc., Central Valley Educational Services, Inc., H.L. Charles d/b/a Ford City Broadcasting, Linda Ware d/b/a Lindsay Broadcasting and Western Pacific Broadcasting, Inc., parties in the above-referenced proceeding, I submit herewith for filing an original and six copies of a "Status Report" pursuant to the request of Presiding Judge Arthur Steinberg

Please direct any questions concerning this matter to the undersigned.

Sincerely yours.

Shelley Sadowsky

Counsel for William L Zawila, Avenal Educational Services, Inc Cnetral Valley Educational Services, Inc II L Charles d/b/a Ford City Broadcasting, Linda Ware d/b/a Lindsay Broadcasting Western Pacific Broadcasting, Inc

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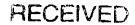
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Before the FEDERAL COMMUNICATIONS COMMISSION -- HOERAL COMMUNICATIONS COMMISSION-Washington, D.C. 20554

OFFICE OF THE SECRETARY

EB Docket No. 03-152

In the Matter of)
WILLIAM L ZAWILA) Facility ID No 72672
Permittee of FM Station KNGS, Coalinga, California)))
AVENAL EDUCATIONAL SERVICES, INC) Facility ID No. 3365
Permittee of FM Station KAAX, Avenal, California))
CENTRAL VALLEY EDUCATIONAL SERVICES, INC) Facility ID No. 9993
Permittee of FM Station KAJP, Firebaugh, California)))
H L CHARLES D/B/A FORD CITY BROADCASTING) Facility ID No. 22030
Permittee of FM Station KZPE, Ford City, California)))
LINDA WARE D/B/A LINDSAY BROADCASTING) Facility ID No. 37725
Licensee of FM Station KZPO, Lindsay, California)))
In re Application of)
WESTERN PACIFIC BROADCASTING, INC) File No BR-19970804YJ) Facility ID No. 71936
For Renewal of License for AM Station KKFO, Coalinga, California	

To The Honorable Arthur Steinberg

STATUS REPORT

William L. Zawila ("Zawila"), Avenal Educational Services, Inc., Central Valley Educational Services, Inc., H.L. Charles d/b/a Ford City Broadcasting, Linda Ware d/b/a Lindsay Broadcasting and Western Pacific Broadcasting, Inc. (collectively with Zawila, referred to as "Zawila, et al."), by their undersigned counsel, hereby jointly file Zawila et al.'s Status Report in response to the Presiding Judge's directive issued at the September 9, 2003 prehearing conference

- Specifically, the presiding judge directed Zawila et al. to file, by November 10, 2003, a status report concerning the possibility or progress of their efforts to sell the above-captioned stations in accordance with the Commission's Minority Distress Sale Policy
- 2 In response thereto, Zawila et al reports as follows. Over the past eight weeks, as counsel to the licensees and/or permittees of KZPO, KZPE, KAJP, KAAX, KNGS, and KKFO, Zawila has engaged in various activities in an ongoing effort to effectuate a distress sale of the subject stations. Specifically, Zawila has had numerous telephone conferences with at least a dozen potential minority-controlled buyers, or their representatives, including current licensees in the San Joaquin Valley of central. California where the subject stations are located. Zawila has provided technical and other information to these prospective buyers about the subject stations for their review and consideration.
- 3 In addition to the aforementioned telephone conferences, Zawila has had face to face meetings with a number of prospective buyers, some of whom are either current or former licensees in the San Joaquin Valley Information regarding the technical

facilities and operations of the subject stations has also been provided to these prospective buyers. Zawila also has planned more meetings within the next two weeks with additional prospective buyers.

- 4 Augmenting Zawila's efforts described above, undersigned counsel also has been attempting to seek prospective minority buyers for the stations. To this end, in September 2003, counsel sent over a dozen letters to various media brokers soliciting their assistance in procuring qualified buyers. Further, counsel has had numerous conversations with other communications counsel since mid-September 2003, either requesting their assistance to seek out potential minority purchasers, or responding to their inquiries about the case and the proposed distress sale. In some instances, such conversations between counsel have resulted in substantive discussions between Zawila and the client of the respective counsel with whom the undersigned has had conversations
- 5. While some of the various prospective buyers have demonstrated an interest in acquiring the subject stations, there has also been a general reluctance among them to invest the customary rate of about \$10,000+ with a broadcast station appraiser to conduct the necessary appraisal of the stations - presumably because there can be no assurance that such an expenditure will lead to an eventual acquisition of the subject stations. As of the date of this report, however, three potential buyers have advised either Zawila or the undersigned that they are in the process of submitting an appraisal.

If the Judge desires to know the names of the various potential purchasers with whom Zawila has had discussions for the past two months, such information will be provided upon request, but it is respectfully requested that such information be kept confidential so as not to jeopardize any future distress sale

- 6 Zawila et al however, have retained an appraiser since it is anticipated that the fair market value at the stations will be determined through the appraisals of both the sellers and the buyer. Specifically, the firm of H B LaRue Media Brokers was retained by Zawila et al in late September, 2003 to conduct the appraisal of the subject stations. Since that time, Zawila has had telephone conferences with the LaRue firm several times a week regarding this matter, and has personally met face to face with the head of the LaRue firm to supply information for the appraisal. This has been a complex process, however, because
 - a) the appraisal involves six different stations at different locations;
 - b) the stations are owned by six different licensees and permittes;
 - c) the stations serve different markets and service areas; and
 - d) some of the stations are operating while others are not.

It is now anticipated that LaRue's appraisal for the six stations will be completed by November 15, 2003

When Zawila <u>et al</u> 's appraisal is completed and anticipated appraisals from prospective purchasers also are received, Zawila <u>et al</u> will promptly move forward to attempt to effectuate a distress sale pursuant to and in compliance with the Minority Distress Sale Policy In sum, Zawila <u>et al</u> will continue to give this matter top priority and remain hopeful that a distress sale will be accomplished soon.

8 If the Judge or Enforcement Bureau counsel desires further information concerning this Status Report, we will be glad to provide same.

Respectfully submitted,

Menind J. Brann Shelley Sadowsky

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November 10, 2003

CERTIFICATE OF SERVICE

I, Karen R Kelly, a secretary at Katten Muchin Zavis Rosenman, hereby certify that on this 10th day of November 2003, a copy of the foregoing **STATUS REPORT** was sent via hand delivery to the following:

The Honorable Arthur I. Steinberg Administrative Law Judge Federal Communications Commission 445 Twelfth St., S.W Room 1-C861 Washington, D.C. 20554

Maureen F Dcl Duca, Chief James Shook, Esq David Janas, Esq. Investigations and Hearing Division Enforcement Bureau Federal Communications Commission 445 Twelfth Street, S W Room 3A-463 Washington, D C 20554

Karen R. Kelly